



October 19, 1982
NUMBER 4270.34

ASD (MRA&L)

Department of Defense Directive

SUBJECT : Host Nation-Funded Construction Programs

- Reference:
- (a) DoD Directive 4270.5, "Military Construction Responsibilities, " March 2, 1982
 - (b) Title 10, United States Code, Section 2807
 - (c) Assistant Secretary of Defense (Manpower, Reserve Affairs, and Logistics) (ASD(MRA&L)) memorandum, "DoD Environmental Policy Concerning Pollution Abatement at Federal Facilities Outside the United States," September 11, 1980
 - (d) DoD Directive 5154.4, "The DoD Explosives Safety Board," October 4, 1982
 - (e) through (g), see enclosure 1

A. PURPOSE

This Directive establishes policy and assigns responsibilities for DoD planning, programing, budgeting, developing technical criteria, and execution of host nation-funded construction programs (HNFCP) as they relate to U.S. military construction (MILCON) in the Pacific Command (PACOM). This Directive, recognizing the unique character of these programs in PACOM, addresses their management separate from other MILCON programs.

B. APPLICABILITY AND SCOPE

1. This Directive applies to the Office of the Secretary of Defense (OSD), the Military Departments, the Organization of the Joint Chiefs of Staff (OJCS), PACOM, and the Defense Agencies (hereafter referred to as "DoD Components").

2. Its provisions cover DoD activities for the PACOM area for the host nation and related US MILCON program expenditures.

C. DEFINITIONS

1. DoD Construction Agent. The Corps of Engineers, the Naval Facilities Engineering Command, or other such DoD construction agent assigned under reference (a) and defined in enclosure 2 of reference (a).

2. PACOM Area. The geographic area for which the Commander in Chief, Pacific (CINCPAC), has operational responsibility.

3. Host Nation-Funded Construction Program. Any construction program which provides facilities in direct support of DoD personnel or programs, and which is funded partially or totally by the host nation in which DoD personnel are stationed.

4. Host Nation-Funded Project. Any construction project which is included in a host nation-funded construction program.

5. Central Funding System (CFS). Funds appropriated for military construction to offset U.S. design, construction surveillance, inspection and overhead costs required to manage host nation construction programs as authorized by 10 U.S.C. 2807 (reference (b)).

D. POLICY

1. It is DoD policy to seek actively host nation support for DoD construction requirements in PACOM before U.S. MILCON funds are requested. If host nation funding is denied, or will not result in the timely satisfaction of U.S. requirements, or if there are other **compelling** reasons to proceed with construction programs, the U.S. MILCON program will be the acceptable funding source.

2. A project funded by the host nation may not be included in the MILCON budget. Programing of projects in both MILCON programs and HNFCEPs is authorized beyond the first year of the current program objective memorandum (POM).

3. Host nation-funded projects normally will be designed and constructed to meet U.S. MILCON program criteria and standards for reliability, maintainability, functionality, personnel health, safety, and environment. Pollution abatement procedures at federal facilities outside the United States prescribed in ASD(MRA&L) memorandum (reference (c)) shall be considered in HNFCEP projects.

4. U.S. MILCON projects shall be programed to complement **host** nation-funded projects, as required, to provide for total usable facilities.

5. DoD Components shall submit to the DoD Explosives Safety Board (DoD Directive 5154.4, reference (d)), for review and approval, plans for host nation-funded projects or modification of fixed or movable ammunition and explosives facilities, including facilities in their proximity, before host nation action on the project is initiated.

E. RESPONSIBILITIES

1. The Assistant Secretary of Defense (Manpower, Reserve Affairs, and Logistics), or designee, shall:

- a. Exercise overall direction and policy control of the HNFCEP.
- b. Provide POM guidance to DoD Components on their HNFCEP submissions.
- c. Review proposed project lists before their submission to the host nations.

2. The Joint Chiefs of Staff shall:

a. Monitor HNCPs.

b. Assist the ASD(MRA&L) in reviewing the Military Departments' annual POM submission as it concerns HNFCP to ensure compliance with Defense Guidance (reference (e)).

c. Provide necessary guidance to the CINCPAC on HNFCP.

3. The Commander in Chief, Pacific Command or designee, shall exercise overall theater direction and control of HNFCP and shall:

a. Ensure that host nations are informed of DoD procedures concerning HNFCP .

b. Monitor the planning, programing, design, and construction of HNFCP.

c. Integrate DoD Component construction requirements into annual programs and provide program data to DoD Components concerned for use in POM development.

d. Provide appropriate data and information to the DoD construction agents to permit their formulation of budgets to support design and construction surveillance, inspection, and overhead costs for HNFCP.

e. Negotiate with host nations for approval and funding of annual HNFCP .

f. Recommend to the Office of the ASD(MRA&L) (OASD(MRA&L)) through the OJCS and after coordination with the DoD construction agent changes in construction agent assignments to ease the execution of the HNFCP.

g. Publish implementing instructions for HNFCP and provide copies to OASD(MRA&L) and DoD Components.

4. The Secretaries of the Military Departments or designees, shall:

a. Include in the annual POM submissions their projections of the 5-year HNFCPS to be requested of host nations in the PACOM area, using the format identified in the POM preparation instruction, and providing copies of the projections through channels to CINCPAC.

b. Provide the CINCPAC the annual HNFCPs upon approval of POM submissions .

c. Ensure that HNFCP-funded projects are not included in annual budget requests.

d. Prepare basic project development documentation for HNFCP projects, including DD Form 1391, "FY19 Military Construction Project Data," under DoD Instruction 7040.4 (reference (f)).

e. Program the U.S. funds for, procure, and install U.S. equipment that is collateral to the HNFCEP project.

5. The Secretary of the Army, or designee, shall:

a. Program, budget, and account for MILCON funding for U.S design and construction surveillance, inspection, and overhead costs required to manage host nation construction programs.

b. Provide the funds referred to in paragraph E.5.a, above, to the DoD construction agents.

6. The DoD construction agent shall:

a. Provide complete design and construction criteria to host nations to ensure that projects are designed and constructed in accordance with U.S. MILCON program standards and criteria. Exceptions to U.S. criteria will be coordinated with the DoD Component for whom the facility is being constructed.

b. Provide design and construction surveillance, and inspection services.

c. Provide, as required, technical advice to joint and Unified commanders, Military Service component commanders and host nation government agencies.

d. Identify to the Department of the Army, the funding requirements to support design and construction surveillance services associated with host nation funded projects.

F. INFORMATION REQUIREMENTS

1. Within 60 days after the end of each DoD fiscal year, CINCPAC shall submit to OASD(MRA&L) through the OJCS, a report that includes: ,

a. An annual assessment and identification of efforts to obtain host nation funding of construction requirements.

b. The approved annual construction program as submitted to the host nation.

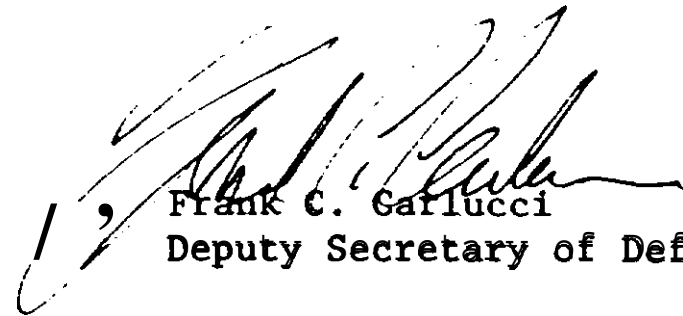
c. A report of the host nation approved and funded programs with design and construction milestone schedules. Projects shall be reported until construction is completed or the project is canceled. The information and data in enclosure 2 shall be included in an appropriate format for each project.

2. Within 30 days after the end of the second quarter of the DoD fiscal year, CINCPAC shall submit to OASD(MRA&L) through the OJCS, a status report to update the information and data contained in enclosure 2.

3. Report Control Symbol DD-M(SA) 1610 has been assigned to this information requirement.

G. EFFECTIVE DATE AND IMPLEMENTATION

This Directive is effective immediately. Forward two copies of implementing documents to the Assistant Secretary of Defense (Manpower, Reserve Affairs, and Logistics) within **120** days.



Frank C. Garlucci
Deputy Secretary of Defense

Enclosures - 2

1. References
2. HNFCP Status Report

HOST NATION-FUNDED CONSTRUCTION PROGRAM STATUS REPORT

AS OF: YYMMDD (1)

DoD COMPONENT: (2)

COUNTRY: (3)

MILITARY INSTALLATION AND CITY: (4 & 5)

<u>PROJECT TITLE</u>	<u>QUANTITY AND UNIT MEASURE</u>	<u>PURPOSE</u>	<u>COST (\$0000)</u>	<u>DESIGN START AND COMPLETION DATES</u>	<u>CONST START AND COMPLETION DATES</u>	<u>REMARKS</u>
(6)	(7)	(8)	(9)	(10)	(11)	(12)

INSTRUCTIONS

1. "As of" date (YYMMDD; either yy0331 or yy0930)
2. DoD Component (Army, Navy, Air Force, Defense Agency)
3. Country (list alphabetically)
4. Military Installation name (at which construction will take or is taking place; list alphabetically under country)
5. City (closest city to which the construction will take or is taking place)
6. Project title (see DoD Instruction 7040.4 (reference (f)); list by military installation)
7. Quantity and unit measure (650 PN for unaccompanied housing; for example, see DoD Instruction 4165.3 (reference (g))).
8. Purpose (such as, support of a new unit, improved industrial operation, meet facility deficiency)
9. Estimated Cost (in thousands of U.S. dollars at most current conversion rate)
10. Design start and completion dates (appropriate month and year; (E) by date means estimated; no (E) will denote an actual date (YYMM))
11. Construction start and completion dates (same as item 10)
12. Remarks (as appropriate, to explain problems, schedule slippages or advancements, cost increases or decreases, project cancellations or new projects).